

INTERNATIONAL Herald Tribune

Published With The New York Times and The Washington Post

On the Edge in Ethiopia

Just a few weeks ago it appeared that the stage was being set for one of the larger man-made atrocities of the late 20th century. The Marxist government of Ethiopia was expelling foreign relief workers by way, it was feared, of ending relief, thereby adding officially inflicted starvation to the disaster that drought and war were already creating in the rebel provinces of Eritrea and Tigray.

Dukakis and Jerusalem

Michael Dukakis has reached for what may seem a vote-getting idea in urging that the U.S. Embassy in Israel be moved from Tel Aviv to Jerusalem. Yet it is far from clear the idea will win votes or add to the candidate's stature. To shift the embassy site now would be a needless provocation — but to move it in the context of a peace settlement would be a crowning achievement.

Guns: Reagan Is Right

Support for reasonable protection of the American public against easy over-the-counter handgun sales is coming from significant quarters of late. A fast-growing number of law enforcement authorities are campaigning for congressional passage of a requirement for a waiting period between the ordering of a gun and its delivery.

End This Energy Anarchy

For a quarter of a century, America's uranium mining industry thought it had a firm promise from the federal government to protect its health and prosperity. Earlier this month, to the industry's consternation, the Supreme Court said that was wrong. The uranium industry may well collapse.

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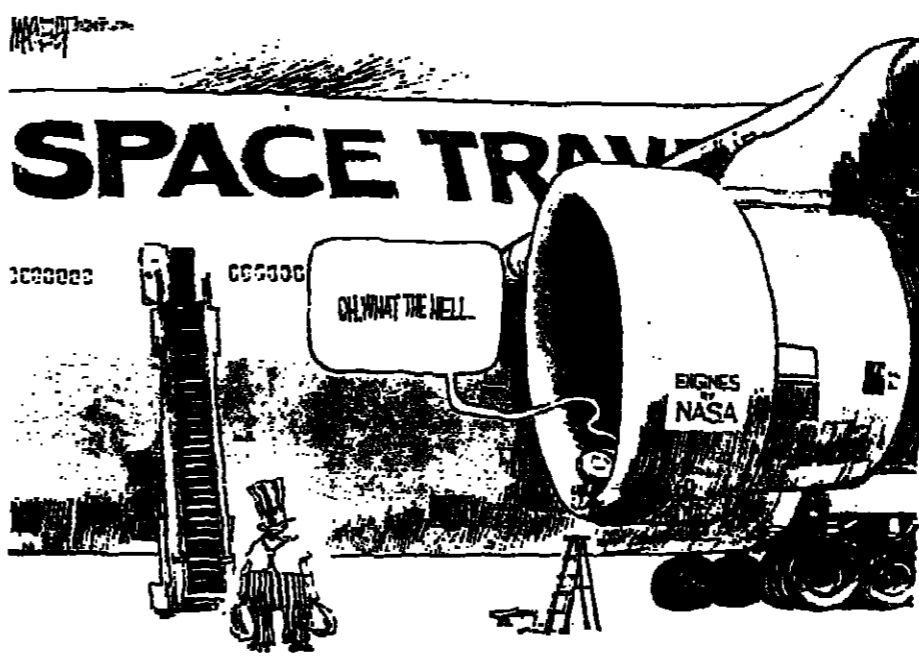
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OPINION

Let the Russians Have Mars, the Moon Beckons

By Charles Krauthammer

WASHINGTON — In August, the tortoise will once again pace the hare in the space race. The Soviets already have a space station. And, before the first American manned flight since Challenger, the Soviet Union likely will have launched a space shuttle of its own.



The current hot dream is Mars, specifically a joint mission there with the Soviets. It is a Soviet idea, most recently proposed at the Moscow summit. The Reagan administration is thinking it over. But the New York Times has decided, "NASA has a multi-mission of missions."

New Caledonia: Some Lesser Evils Are on the Table

By Stephen Henningham

CANBERRA, Australia — After a period of confrontation and violence in New Caledonia under the former conservative government of France, the new Socialist administration under Prime Minister Michel Rocard has taken a new tack.

Time to Stop Kowtowing To Farmers

By Hobart Rowen

WASHINGTON — Perhaps nothing so well dramatizes the global problem of agriculture as the fact that, under a new agreement, Japan can impose duties on American beef of up to 95 percent — and American beef will still be competitive with Japanese products.

Friends of Pakistan Won't Tolerate Zia's Abuses

By Benazir Bhutto

The writer, an opposition leader in Pakistan, is co-chairman of the Pakistan People's Party. KARACHI, Pakistan — With the dismissal last month of Pakistan's prime minister and the National Assembly, General Mohammed Zia-ul-Haq has thrown this country into a constitutional crisis.

100, 75 AND 50 YEARS AGO

1888: Gotham Swelters NEW YORK — The metropolis is sweltering under one of the most oppressive hot waves it has experienced in many years. On Thursday last the thermometer boiled up into the nineties, and even the shades of evening failed to cool it down.

For Marx, Last Rites In Lisbon

By A. M. Rosenthal

LISBON — For two days men and women of accomplishment and political sophistication, from 60 countries, held a meeting here that was part of the funeral rites of communism as an intellectual and emotional power in the world.

1938: Soviet Party Purge

MOSCOW — The Soviet Union's "purge of purgers," which is designed to check promiscuous demagoguery inside the Communist Party, completed its first large-scale clean-up with the closing of the Ukrainian Communist Party Congress.

1913: Sultan Kim Hangs

CONSTANTINOPLE — What everybody thought was impossible has happened. The Sultan's son-in-law, Salih Damad Pasha, has shared the ignominious fate of the coronation assassins executed this morning.

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Vertical advertisement for 'Frankfurt' and 'INTERNATIONAL' with various text and graphics.

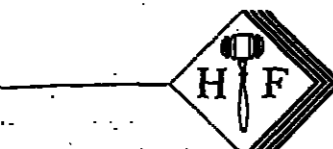
ARTS / LEISURE

كسواتي لاجل

Medieval Books: History Sells

International Herald Tribune LONDON — History sells well these days. When the recent distant past combine to add to art of artistic beauty, the attention becomes irresistible.

AUCTION SALES



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June 27 Art of Galle
June 28 Art of Cartier: watches, clocks, jewellery and objects of vertu

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Painting of saint from "The Hours of Albrecht of Brandenburg"

by the mood of the Middle Ages and the Italian Renaissance. He wrote a gothic romance, "Sforza," inspired by his early acquisition of the Sforza book of hours.

So intense was his desire to identify with this world that in 1899 he acquired British nationality.

His transformation reached its ultimate stage in 1916 when he was created Baron Astor, a title inherited by King George V. When he died in 1919, his collections came nowhere near the remarkable achievements of his former compatriots.

Collectors are seldom indifferent to the aura of such a figure. In the sale on Tuesday, the Astor myth and that of the more distant past were inseparably intertwined.

Educated by humanist masters, he was also one of the great art patrons of Northern Europe. How he commissioned Simon Bening to illuminate a book of hours has yet to be determined, but it was certainly one of Bening's most important efforts.

Sotheby's expert Christopher de Hamel, the first scholar who had had the privilege of studying the book since 1887, made an important discovery. He noted the arms of Pope Adrian IV in the background of one of the miniatures.

IMPORTANT INTERNATIONAL AUCTION 13 - 14 July 1988 Frankfurt-Airport-Hotel Sheraton Daily 10.00 a.m. Preview: 10. 13. July 1988 10.00 a.m. - 8.00 p.m. HENRY'S & UTO Silver, Antique & Modern Jewellery Pocket & Wristwatches

Ohana's Lyrical 'La Célestine'

By David Stevens International Herald Tribune

PARIS — "La Célestine," Maurice Ohana's "lyric tragicomedy" that has just had its world premiere at the Paris Opéra, is a work that defies classification.

One certain thing is that it takes the resources of a major opera house, and plenty of imagination from director and designer, to bring "La Célestine" to the stage. It is based on a work that is described as the first prose masterpiece of Spanish literature, "Comedia de Calisto y Melibea" or "La Celestina," written about the time of Columbus's first voyage.

The story, such as it is, tells of Calyx's passion for Mélitte, but at first rebuffs him. But they are brought together through the services of Célestine, who is both procuress and sorceress.

Perhaps inspired by the coincidence of dates, Ohana has framed all of this between two glittering tableaux evoking the Spanish golden age. The first symbolizes the fall of Granada to the Catholic monarchs and the expulsion of Arabs and Jews.

too, and who both narrates and comments on what the audience is about to see and what it has seen.

The sung parts of "La Célestine" are a mix of linguistic salad — French, Spanish, Italian, English, Latin and onomatopoeia — meant less to be a conveyor of sense or information than to be a conveyor of voice and emotion.

When Mélitte's father carries her lifeless body away singing a lament to King Lear's words (in English), it is moving, but the emotion seems borrowed. Mélitte has hardly come alive before her death, and the father has not previously been seen at all. In the end, "La Célestine" seems more like a scenic oratorio or musical fresco than an opera.

In any case, it has been given colorful scenic life in the Opéra's production, staged by Jorge Lavelli

The most striking scenic effect was the scene in which Célestine, immobile, rises upward while her vest garment unfolds like a huge dark flower to create the garden of delights that brings the lovers together.

A uniformly excellent cast, under Arturo Tamayo's musical direction, included Katherine Ciesinski in the title role; Susan Roberts and Stephen Dickson as Melibée and Calyx, and Bruce Brewer, Ian Caley, Jean-Marie Salzman and John Paul Bogart as various valets and louche characters.

Phillips EXPERT EN BIJOUX

Phillips, maison de vente aux enchères internationale, recherche un expert en bijoux pour l'Europe. Le candidat choisi sera chargé d'organiser et de réaliser le catalogue des ventes biannuelles de bijoux, d'argenterie et d'objets de vertu qui se tiennent à Genève aux mois de mai et novembre.

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SO YOU CUT A FEW CORNERS. SO YOU WENT A FEW RUILLES. SO YOU ACCUMULATED A FEW FELONY COUNTS ALONG THE WAY. IS THAT REALLY SO BAD?



YOU KNOW, THESE ARE THE FIRST ATTEMPTS GENERAL DYES EVER. REALLY BEING ABLE TO RELATE TO ME, TOO. HE'S SO HUMAN.



INTERNATIONAL ART EXHIBITIONS

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LONDON MASTER DRAWINGS Exhibition organized by ADOLPHE STEIN at Douwes Fine Art, 38 Duke Street, SW1 - Tel.: 01-839-5795 June 27th - July 11th

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Screenwriters

In U.S. Vote to Continue Strike

United Press International LOS ANGELES — Striking screenwriters voted overwhelmingly to reject a "final" contract offer from film and television producers, prolonging a 16-week-old walkout that has cost the entertainment industry millions of dollars.

Nearly 75 percent of the 3,722 members of the Writers Guild of America who voted in Los Angeles and New York, opposed the producers' latest offer, officials said.

The strike, which began March 7, stemmed from disagreements over the residuals paid to writers for television programs sold into syndication domestically and overseas. As of mid-April, the strike has cost producers some \$15.7 million, according to the Alliance of Motion Picture and Television Producers, which has refused to release updated figures.

About 20,000 people have lost their jobs, while the work of 200,000 others in the industry has been disrupted, the alliance said.

Some studio executives and independent producers said Thursday the effects of the vote will be far-reaching.

"The entire industry is being devastated by this strike," said Donald DeLine, president of actor Michael J. Fox's independent Snowback Productions. "There will be far-reaching effects [from the vote] that are profound and will have a ripple effect across the entire entertainment industry."

NYSE Most Actives table with columns: Ticker, Vol, High, Low, Last, Chg.

Market Sales table with columns: NYSE 4 p.m. volume, AMEX 4 p.m. volume, etc.

NYSE Index table with columns: High, Low, Close, Chg.

Friday's NYSE Closing logo and text: Via The Associated Press

AMEX Diary table with columns: Class, Priv.

NASDAQ Index table with columns: Close, Chg, Week Ago, Year Ago.

AMEX Most Actives table with columns: Ticker, Vol, High, Low, Last, Chg.

Dow Jones Bond Averages table with columns: Bonds, Utilities, Industrials.

NYSE Diary table with columns: Class, Priv.

Odd-Lot Trading in N.Y. table with columns: Buy, Sales, %YTD.

Dow Jones Averages table with columns: Open, High, Low, Last, Chg.

Standard & Poor's Index table with columns: High, Low, Close, Chg.

NASDAQ Diary table with columns: Class, Priv.

AMEX Stock Index table with columns: High, Low, Close, Chg.

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

NYSE Slips Despite Dollar Rise

NEW YORK — Prices on the New York Stock Exchange dipped Friday in active trading as profit-taking continued to outweigh the impact of a stronger dollar. The Dow Jones industrial average fell 5.33 to close at 2,142.96, after having slipped 3.91 on Thursday. For the week, however, the index rose 38.94, or 1.9 percent. Declines led advances by about a 7-6 ratio. Volume totaled 179.88 million shares, down from 185.77 million traded Thursday. Don R. Hays, director of investment strategy at Wheat, First Securities in Richmond, Virginia, said the market was engaged in a "lug-of-war," where profit-taking held prices in check despite continued strength in the dollar. "The conditions are still pretty tender in the market, and a lot of people just wanted to sort out their positions ahead of the weekend," Mr. Hays said. "It's also important to remember that the dollar broke out on Wednesday, now it is just moving higher. The market needs something to feed on." The dollar rose in New York to 1.8145 Deutsche marks from 1.7853 on Thursday, and to 130.45 yen from 128.60. "Overall, we had an excellent week with solid underpinnings for further gains," Mr. Hays said. Broader market indexes also lost some ground. The New York Stock Exchange composite index fell 0.47 to close at 154.36. Standard & Poor's 500-stock index fell 1.04 to 273.78. The price of an average share lost 10 cents. Ralph Bloch, chief market analyst at Ray-

mond, James & Associates in St. Petersburg, Florida, said, "We had a very good fill-in day on Thursday after the strong advance triggered by the dollar and end-of-quarter window dressing. "What we have here is still part of that pause, but the market internals remain strong," he added. "The market should remain strong until around the middle of July, with second-quarter earnings providing additional support." Manufacturers Hanover was the most active NYSE issue, up 3/4 to 31. The stock carries a 10.6 percent dividend yield and goes ex-dividend Monday. Middle South Utilities followed, up 3/4 to 13 3/4. AT&T, ex-dividend, was third, down 1/2 to 26 3/4. IBM slipped 3/4 to 125 3/4. Digital Equipment was off 1/4 to 114. Payless Cashways gained 2 1/2 to 25 1/2. The company received a \$26-a-share leveraged buyout proposal from a management group. Among the blue chips, General Electric was up 1/4 to 43 3/4, Procter & Gamble was up 1/2 to 77 3/4, USX was up 1/2 to 32 1/4, and Eastman Kodak was up 1/4 to 45 1/4. Macmillan, ex-dividend, was up 2 1/2 to 74 1/4. The Robert M. Bass group, which has offered \$73 a share for the company, said it was prepared to press its fight. Prices closed narrowly mixed in active trading on the American Stock Exchange. The Amex market value index fell 0.33 to close at 308.49. The price of an average share lost 1 cent. Advances, however, edged declines, 282-281. Volume was 12.91 million shares, up from 12.21 million on Thursday.

Large stock market table with columns: 12 Month High/Low, Stock, Div., Yld., PE, 52 Week High/Low, Open, High, Low, Last, Change.

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(Continued on next left-hand page.)

1988

Herald Tribune BUSINESS/FINANCE

ATURDAY-SUNDAY, JUNE 25-26, 1988

Page 9

ECONOMIC SCENE

Do Communist Reforms Mark Capitalism's Heyday?

By LEONARD SILK New York Times Service

NEW YORK — President Ronald Reagan used his final summit conference, in Toronto this week, to hail once again the virtues of the market economy.

A distinguished student of capitalism, Albert O. Hirschman, professor emeritus at the Institute for Advanced Study in Princeton, New Jersey, said the virtues, faults and dangers of the market society are intertwined and warlike.

The complexity of the market society makes prediction difficult.

He said the virtues, faults and dangers of the market society are intertwined and warlike. He said we should not be flattered by Communist imitations.

THE THIRD view is the "feudal shackles" thesis. It holds that many countries penetrated by capitalism get into serious trouble because the penetration does not go far enough to extricate feudal or military remnants of the old order.

Each thesis about the market society contains elements of truth; none contains the whole truth. Each needs to be complemented by the others, however contradictory they seem.

Currency Rates

Table with columns for currency, rate, and date (June 26). Includes entries for \$, DM, SF, P, L, etc.

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Income Up 0.3% In U.S.

Spending Rose By 0.5% in May

WASHINGTON — U.S. personal income, held back by a decline in subsidy payments to farmers, rose a modest 0.3 percent in May, the Commerce Department said Friday.

Personal spending, including almost everything except interest on debt, rose a moderate 0.5 percent in May after a revised 0.4 percent rise in April. The department previously said April spending was unchanged.

Because of a decrease in federal tax payments after a large tax bite in April, disposable personal income went up 1.5 percent in May, according to the government statistics.

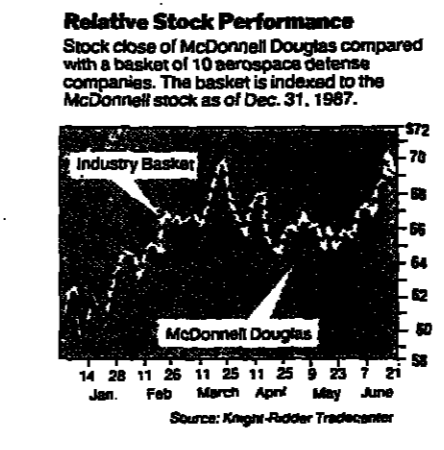
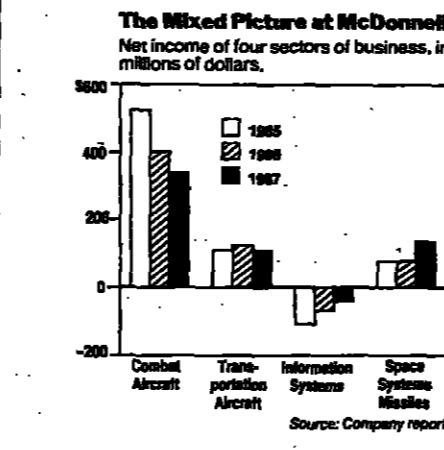
Excluding those special factors, the government said personal income would have advanced 0.8 percent in April and 0.4 percent in May. In all, personal income rose \$13.3 billion to a seasonally adjusted annual level of \$3.95 billion.

Wages and salaries rose at an annual rate of \$2.2 billion in May after an \$11.8 billion increase in April. Farm income fell \$2.4 billion last month compared with an \$11.9 billion decrease in April.

On the spending side, purchases of durable goods — items expected to last at least three years — decreased \$1.5 billion last month after a \$7.9 billion increase. Purchases of nondurable goods rose \$7.6 billion after a \$5.1 billion decrease.



Final assembly of the F-18 Hornet last year at the McDonnell Douglas Corporation in St. Louis. The fighter plane is one of two company military projects under scrutiny by the Justice Department.



New Woes for McDonnell Douglas

Some Programs Were Ailing Before Pentagon Inquiry

By Julia Flynn Siler New York Times Service CHICAGO — Even before the U.S. investigation of possible fraud and bribery in military procurement landed on the doorstep of McDonnell Douglas Corp. last week, the company's new chairman and chief executive, John F. McDonnell, had plenty to worry about.

Suchard Ends Rowntree Bid, Selling to Nestlé

LONDON — Jacobs Suchard SA withdrew Friday from the takeover battle for the candy maker Rowntree PLC, selling its stake to the rival Nestlé SA, but said it would seek another acquisition with its \$350 million profit from the deal.

Nestlé, after merging with Rowntree, will displace Suchard as the world's second largest confectioner, after Mars Inc. of the United States.

But Suchard, which agreed to sell its 28.4 percent holding in Rowntree to Nestlé for £690 million (\$1.2 billion), is expected to use its profit to build a stake for another possible takeover.

Leading the list, some analysts say, is another British company, the confectioner and soft drinks company Cadbury Schweppes PLC, in which General Cinema Corp. of the United States already holds an 18.4 percent stake.

Mr. Anderson declined to comment on press reports that Suchard could use its profits to help buy the confectionery side of Cadbury Schweppes.

Asked where further expansion might come, he replied, "Our main interest is in the Far East for demographic reasons and because of the rise in per capita income in countries there."

Share dealers calculated that a bid for Cadbury would have to be pitched close to 500 pence a share, which would put a value of around £3 billion on the company.

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Airbus Sells 3 Planes To East German Airline

TOULOUSE, France — Airbus Industrie said Friday that it had signed a contract to sell three A-310 jets to East Germany's Interflug airline, confirming a deal for an estimated \$220 million that had been widely expected.

The sale of the extended-range jetliners is likely to lead to a major Western offensive on the Soviet bloc aircraft market.

Eastern-bloc airlines such as Interflug, Poland's Lot and Romania's Tarom have shown increasing interest in Western aircraft, which are generally quieter and more fuel-efficient than Soviet planes.

Ministers Approve Farm Budget EC ministers, ending months of wrangling, approved a budget for farm price supports on Friday, Reuters reported from Luxembourg.

The package, designed to rein in soaring EC farm spending and cut back on food surpluses, freezes most guaranteed prices to be paid to the EC's 10 million farmers for the coming season, which starts next month.

Total farm spending would remain within a 27.5 billion ECU ceiling agreed to by EC leaders in February, ministers said. Farm subsidies, one of the most sensitive areas of EC policy, absorb about two-thirds of the EC's annual budget.

Ministers stressed that the concessions to Athens, which will be worth about 60 million ECU to Greek farmers in the coming year, would come from savings in other areas of the farm budget.

EC Ministers Agree to Drop Quotas Protecting Steel Prices

LUXEMBOURG — The European Community will end on July 30 an eight-year system of quotas that protects prices on nearly half of the trading bloc's steel production, EC industry ministers decided Friday.

However, the European Commission, the 12-nation group's executive arm, will continue to monitor the market in consultation with steelmakers and propose additional social measures to soften the impact of any restructuring in the troubled industry, according to the announcement of their decision.

The EC industry commissioner, Karl Heinz Narjes, said that improvements in the steel business meant that protection of EC steel production was no longer necessary.

Mr. Narjes made his decision on a split vote by the industry ministers, and after European steel producers had failed to provide what EC officials considered sufficiently tough undertakings to further reduce surplus capacity.

During eight years of protection, the EC steel industry has shed 30 million metric tons of capacity and 240,000 jobs.

The commission wanted the EC steel industry to reduce output by an additional 20 million tons. Mr. Narjes said further restructuring measures would also lead to additional job losses for 50,000 to 110,000 workers.

On the Chicago Board of Trade, corn futures were mixed Friday amid profit-taking, with local traders nervous about reports of scattered showers in the Midwest before the weekend, analysts said.

Most grain professionals surveyed in this southwestern French city during the annual congress of the French association of wheat producers said the threat to world supplies of grain crops posed by drought in the United States and Canada could help their own sales.

But they insisted it was premature for West European exporters to bank on increased sales because of the heat wave. They said it was still too early to assess the full extent of the drought, now entering its third month.

"If drought persists for another month, it will be a disaster, and therefore a real reason for Europe," said Peter Wood, chief European grain trader for Cargill Inc., the world's biggest grain house. "It rains soon, it will remain good news for Europe, but not excellent news."

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Gold

Table showing gold prices in various currencies (A.A., P.A., C.Y.F., etc.) and dates (June 26).

Friday's NYSE Closing

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Table with columns: 17 Month High Low, Stock, Div. Yld. PE, 52 Week High Low, Close, Chg. Includes various stock listings.

40 Countries Agree To Monitor Copper

GENEVA — Forty countries agreed on Friday to set up a joint consumer-producer copper forum that would conduct market studies but not try to bolster the market in the way many producers would like.

Montedison Seeks Sale Of Dutch Carpet Maker In Drive To Reduce Debt

MILAN — Montedison SpA, the Italian chemicals group, said Friday that it was negotiating the sale of the Dutch carpet maker Heuga as part of the parent's efforts to halve its debt to 4 trillion lire (\$3 billion) by the end of the year.

French Unemployment Rises

PARIS — Unemployment in France rose by 0.3 percent in May on the basis of seasonally corrected figures, the Social Affairs Ministry reported on Friday.

Farmers Approves Plan To Stop Batus Takeover

LOS ANGELES — Farmers Group, one of the largest U.S. insurance companies, adopted a stockholder-protection plan in response to a hostile \$4.35 billion takeover bid by Batus Inc., it announced Friday.

Paris Commodities

Table listing various commodities and their prices in Paris.

London Metals

Table listing various metals and their prices in London.

London Commodities

Table listing various commodities and their prices in London.

DM Futures Options

Table listing various DM futures options and their prices.

Continental Air Expects New Loss

HOUSTON — Continental Airlines said Friday that it would expect earlier predictions, have a \$131 million change for increased liabilities related to increasing and other items.

US Treasuries

Table listing various US Treasury securities and their prices.

Handwritten text at the bottom of the page, including 'JAPANESE' and other scribbles.

BUSINESS ROUNDUP

HP Net Rises a Surprising 14%

ELBOURNE — Broken Hill Australia's largest company, gave a punishing exchange to report on Friday a surprising increase in profit for its latest year.

ert Holmes & Court, and BHP's interest was sharply higher because of heavy borrowing to buy most of Mr. Holmes & Court's one-third stake in BHP after the October stock market collapse.

ing the battle on currency-sensitive commodities and would need strong earnings from its steel and petroleum divisions to compensate for this in 1988-89.

Further Losses Expected by U.S. Contractor

BOISE, Idaho — The stock of Morrison Knudsen Corp. fell steeply Friday after the international construction company said it would raise its loss provision for liquidating its real estate unit and would post a second-quarter loss.

Macmillan Rises as Bass Files Offer

By Geraldine Fabrikant New York Times Staff Writer NEW YORK — Shares in Macmillan Inc., the publishing and information company, rose Friday on the news that the Robert M. Bass group said it had the necessary financing to make a \$1.9 billion cash tender offer.

Court temporarily stopped Macmillan from going ahead with the reorganization. The Bass group's filing was accompanied by a letter to Lewis A. Lapham, chairman of the special committee of the Macmillan board, discussing the filing.

millan Information and a share in Macmillan Publishing. The Bass group responded with a \$73 offer and, as an alternative, a proposal comparable to the Macmillan package, but with \$5 a share more in cash.

AEG Sales Rose 11% in Period

BERLIN — AEG AG, the West German electronics group, increased sales by 11 percent to 4.7 billion Deutsche marks (\$2.6 billion) in the first five months of 1988, Heinz Dürr, the management board chairman, said Friday.

Last Fishing-Reel Maker in Europe Goes to Taiwan

CLUSES, France — Europe's last surviving fishing-reel manufacturer, Mitchell Sports SA, will transfer its production to Taiwan in an effort to save the business, hurt by the fall in the dollar.

DOUGLAS: Investigation of Possible Corruption in Pentagon Adds to Long List of Troubles for Company

(Continued from first finance page) military contractors, industry consultants and Pentagon officials. Under scrutiny are two of the company's most important military projects: the FA-18 Hornet fighter plane, used by the U.S. Navy and the Marine Corps, and the Advanced Tactical Aircraft for the Navy.

indictments within 90 days, but he did not identify specific companies or individuals under investigation. If a contractor is indicted, the government can suspend it from bidding on new business.

marketing of McDonnell Aircraft, the company's combat-aircraft unit. According to the documents, Mr. Paisley obtained through bribes or gratuities confidential or classified information about military contracts from government officials.

to expand and add product lines at the company's plants in Seadrift, Texas, and Taft, Louisiana. Union Carbide remains deeply in debt after fending off a hostile takeover two years ago by GAF Corp., analysts said.

As the nation's largest military contractor, McDonnell Douglas is being significantly affected by efforts to trim the defense budget. The Defense Department has announced plans to reduce its orders for several types of McDonnell Douglas aircraft, like the F-15 Eagle and the FA-18 Hornet, beginning in 1989.

ACENTURY OF NEWS FROM THE ARCHIVES OF THE INTERNATIONAL HERALD TRIBUNE 1887-1987. This handsome, large-format book allows such excellent reproduction of historic Herald Tribune material that you'll be poring over the pages with the same intense excitement as the original readers.

Save 40% or more off your newsstand price when you subscribe for 12 months to the International Herald Tribune. The longer you subscribe the more you save. Table with columns for Country/Currency, 12 months + 52 ISSUES SAVINGS, 6 months + 26 ISSUES SAVINGS, 3 months + 13 ISSUES SAVINGS.

Friday's AMEX Closing

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

| 12 Month High | Low | Stock | Div. | Yld. | PE | 52 Week High | Low | Close | Change |
|---------------|-------|-------|------|------|-----|--------------|-----|-------|--------|
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |

| 12 Month High | Low | Stock | Div. | Yld. | PE | 52 Week High | Low | Close | Change |
|---------------|-------|-------|------|------|-----|--------------|-----|-------|--------|
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |

| 12 Month High | Low | Stock | Div. | Yld. | PE | 52 Week High | Low | Close | Change |
|---------------|-------|-------|------|------|-----|--------------|-----|-------|--------|
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |

| 12 Month High | Low | Stock | Div. | Yld. | PE | 52 Week High | Low | Close | Change |
|---------------|-------|-------|------|------|-----|--------------|-----|-------|--------|
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |

| 12 Month High | Low | Stock | Div. | Yld. | PE | 52 Week High | Low | Close | Change |
|---------------|-------|-------|------|------|-----|--------------|-----|-------|--------|
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |

| 12 Month High | Low | Stock | Div. | Yld. | PE | 52 Week High | Low | Close | Change |
|---------------|-------|-------|------|------|-----|--------------|-----|-------|--------|
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |
| 134 | 4 1/2 | ABM | 12 | 8 | 139 | 134 | 134 | 134 | + |

INTERNATIONAL FUNDS (Quotations Supplied by Funds Listed) 24th June 1988

Net asset value quotations are supplied by the Funds listed with the exception of some quotes based on issue price. The majority of symbols indicate frequency of quotations supplied: (d)-daily; (w)-weekly; (bi)-bi-monthly; (q)-quarterly; (tr)-triple weekly; (m)-monthly.

| AL-AMAL GROUP | AL-AMAL GROUP | AL-AMAL GROUP | AL-AMAL GROUP | AL-AMAL GROUP |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA |
| (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA |
| (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA |
| (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA |
| (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA | (d) Money Market Fund | (w) Al Arabi Trst. SA |

Be sure that your fund is listed in this space daily. Telex Matthew GREENE at 613595P for further information.

Handwritten signature: J. J. Coolidge

Floating-Rate Notes

| Issuer/Note | Face Value | Rate | Term |
|--------------------------|-------------|--------|---------|
| Alcoa Floating Rate Note | 100,000,000 | 10.00% | 30 days |
| Alcoa Floating Rate Note | 100,000,000 | 10.00% | 30 days |
| Alcoa Floating Rate Note | 100,000,000 | 10.00% | 30 days |
| Alcoa Floating Rate Note | 100,000,000 | 10.00% | 30 days |
| Alcoa Floating Rate Note | 100,000,000 | 10.00% | 30 days |

AMEX High-Low

| Symbol | High | Low |
|--------|------|-----|
| ABM | 134 | 134 |
| ABM | 134 | 134 |
| ABM | 134 | 134 |
| ABM | 134 | 134 |
| ABM | 134 | 134 |

Source: Credit Suisse First Bank

CURRENCY MARKETS

DOLLAR: Currency Extends Its Surge

(Continued from page 1)

ation expectations in the U.S. elsewhere. A strong dollar allows Britain, France and West Germany to raise interest rates to restrain inflation without sharply undercutting the currency's allure, he said. In Europe, the dollar had surged since trading shortly largely on wire service reports, which might the dollar to a high of 205 DM. It later eased on news that the Federal Reserve, the central bank, was intervening to stem the sharp rise. Dealers said the Bundesbank, Germany's central bank, was apparently the only major central bank to attempt to dampen the dollar's advance. But even that intervention was limited, they said. There was a growing debate among dealers whether the central bank would intervene together, at 1.50, at what level. Some said the G-7 nations would seek to keep the dollar within limits and speculated that a 1.85 DM level might trigger some concerted intervention. But other dealers said the market in their own traditional

London Dollar Rates

Table with columns: Currency, Bid, Ask, and Source: Reuters

way," said Ken de La Salle, senior dealer at National Westminster Bank. "But interest rate policy and the control of inflation now comes before exchange rate stability." Another dealer at a British bank said that "the market will go on pushing up the dollar next week until it sees intervention." The currency closed at 1.8145 DM in New York, up almost 3 pips from 1.7853 at Thursday's close. It also jumped to 130.45 yen, up nearly 2 yen from 128.60 the previous day. If U.S. corporations decide the dollar has indeed reached a bottom, their buying could propel it to 1.85 DM, some analysts said. Corporations have been buying other currencies and done well for three and a half years, Earl Johnson of Harris Trust & Savings Bank said. "If they change, there could

be a wave of pent-up buying that could push this thing a lot higher." The U.S. currency also rose in New York to 1.5035 Swiss francs from 1.4760 on Thursday and to 6.1095 French francs after 6.0040. The British pound slumped nearly 3 cents to \$1.7270 from \$1.7550. A U.S. Treasury spokesman disputed the wire service report, which said the dollar could rise as high as 138 yen before the United States or its trading partners would intervene to halt the advance. "I would not put much credence in the story," the spokesman said. Several dealers said central banks probably would not waste their resources on concerted intervention when the market trend is so strongly against them. Rather, they will let the market exhaust its bullish move and then step in. "I think they will let the people get out on the kitchen floor and then block off the mouse hole," said one dealer. In London, the dollar closed sharply higher at 1.8145 DM, from 1.7845 on Thursday; at 130.50 yen, after 128.65; at 1.5040 Swiss francs, from 1.4750; and at 6.1150 French francs from 6.0135.

Philippine Peso Falls to Lowest In Over 2 Years

MANILA — The Philippine peso fell Friday to its lowest level in almost two and a half years, setting at 21 pesos to the dollar, down from 20.982 Thursday, the Bankers Association said. The peso had been hovering around 20.9 since May and stood at 20.953 at the end of last week before falling steadily in heavy trading. Friday's loss was the lowest since President Corason C. Aquino took power in February 1986. During that month, the peso fell to 21.979 because of political uncertainty. Despite import liberalization, which has caused a rise in imports, the peso has since remained at 20.4 to 20.8, largely because of central bank intervention. But the bank has recently been absent from trading, leading to speculation that it no longer has the resources to support the peso.

Analysts Divided on Federal Reserve's Strategy

NEW YORK — Economists remain split over whether the Federal Reserve has tightened credit, with some saying more precise clues about the U.S. central bank's policy will emerge only in the weeks ahead. The latest weekly Fed statistics, they said, do not prove conclusively whether the central bank has moved for the fourth time since late March to make borrowing more expensive and thus combat inflation. "We won't know for sure what the Fed is up to for several weeks," contended Samuel Kahane, an economist with Kleinwort Benson Government Securities Inc. The split in opinion comes before the meeting on Wednesday and Thursday of the Fed's policy-making arm, the Federal Open Market Committee. Debate over Fed policy heated

up last week after the closely watched federal funds rate firmed 1/4 of a percentage point to about 7 1/2 percent at the end of the week. Federal funds are overnight reserves that banks trade among themselves, but the Fed can influence the rate alongside normal market factors. The central bank can lower the rate by adding money to the banking system, or raise it by draining money. Some economists took the rise as a sign of a further, slight tightening in Fed policy, because they had previously believed that the central bank was aiming for a funds rate of about 7 1/2 percent. The latest average was the highest since the 7.59 percent in the week ended Oct. 14, just before the stock market collapse on Oct. 19. Concern over rising interest rates was a

contributing factor to the plunge in stock prices. "I think we can safely assume funds are set at 7 1/2 percent to 7 3/4 percent," said Harold Nathan, a Wells Fargo Bank economist, who believes that the Fed has "smuggled" credit. "I see the Fed reacting relatively passively to the funds rate," said Dana Johnson of First Chicago Corp. Mr. Johnson noted that the central bank had been absent from the money market on Wednesday, when the funds rate averaged just under 7 1/2 percent, even though the central bank has a need to add reserves to the banking system in the coming week. "That just tells me they didn't want to push down the funds rate," Mr. Johnson said. Yet he declined to call the latest developments an actual tightening. "Maybe the best

way to put it is the Fed allowed the funds rate to rise," he said. Others, however, have not taken the firmers funds rate as a sign of any change. These economists base their view on estimates of reserves in the banking system and the Fed's operations in the money market during the week ended Wednesday. They said that technical and funds rate reserves were pushing up the funds rate. Michael Moran, of Daiwa Securities America, estimated the "free" reserves to which banks had access during the week ended Wednesday were about \$1 billion a day. He stressed that the estimate was rough and prone to change over the latest two-week period in which the Fed monitors banks' reserve levels, which will end June 29. But he noted that such a level was well above the \$218 billion and \$572 billion that the Fed reported for the two weeks ended on June 15 and June 1.

Japan Aide Calls U.S. Currency's Rise a Flash in the Pan

TOKYO — The dollar's rise this week was a short-term fluctuation in the currency markets, not a big sign, a senior official of the Bank of Japan said Friday. The Japanese economy is strong and the Bank of Japan confident that healthy growth continues, said the senior official who asked not to be identified. In addition, Japan's surplus in

the current account — covering trade in goods and services, and some investment flows — remains rather large. The surplus was \$87 billion in 1987 and is forecast to narrow only slightly this year. The United States, on the other hand, is still plagued by its budget and trade deficits, though the merchandise trade deficit has shown some signs of narrowing. "We shouldn't lose sight of the forest," the official said. "We have to be very careful to focus our attention on the economic fundamentals," the Bank of Japan official added. "We have to

pay attention to the longer term." While some improvement in U.S. economic fundamentals is expected in the short term, the United States in the medium term is still saddled with its twin deficits, he said. When asked whether the weaker yen this week would affect inflation in Japan, the official replied, "It is this a weak yen? Inflation, which ran at around zero for much of last year, is expected to accelerate to between 1.5 and 2 percent by the end of 1988. The senior Bank of Japan official emphasized that the central bank must always keep very close watch

on inflation to safeguard the health of the Japanese economy. The bank also has to keep a close eye on market developments in the medium term, he said. Although the bank cannot afford to be complacent, it should not be unduly concerned about day-to-day fluctuations, he added. Currency dealers said the senior official's comments seemed to indicate that the central bank was not overly concerned about the dollar's rise to close to 130 yen this week. That level does not seem to have any great significance for the Bank of Japan, they said.

GENERALE: De Benedetti Backs Off His Takeover Bid for \$1 Billion

(Continued from Page 1) thereby reducing his group's holding to 16 percent. No purchase price was revealed at a morning press conference, but later Mr. De Benedetti told an Italian TV interviewer that he would receive about \$1 billion. An analyst said a \$1 billion price would yield a huge return on investment for Mr. De Benedetti, whose group said it spent a total of 9 billion French francs (\$1.5 billion) earlier this year during a stock scramble that essentially dried up the market in Generale shares while they quadrupled in price. The pact also calls for Mr. De Benedetti to become one of three vice chairmen and for him to be awarded 400,000 shares on Generale's board. He will share oversight duties with Renaud de la Geniere, the Suez president, and Maurice Lippen, managing director of the Belgian insurer Groupe AG, which had joined with Suez to fend off

Mr. De Benedetti's original bid. The plan, to be submitted to a special shareholders meeting, would install Hervé de Carmoy, a French banking executive, as managing director. The former chief executive of world banking for Midland Bank PLC was named to the interim post of executive director on Tuesday. The accord would increase the Suez group's holding in Generale to 68.33 percent, giving the French investment bank effective control through its direct and indirect holdings via Sodecom. The remaining Generale shares would be held by Compagnie Generale d'Electricite, with 3.6 percent; Groupe AG and its Belgian allies, with 10.7 percent; and various smaller investors, with 1.4 percent. Analysts said the deal appeared to shut out the Belgians, who had called in Suez in the first place. Terms call for Cerus SA, Mr. De Benedetti's French holding compa-

ny, to sell half of its holding, or 7.75 million Generale shares. Suez would buy 1.75 million shares, increasing its direct stake to 25.6 percent. Sodecom, of which Suez is the largest shareholder with 34 percent, would buy the remaining 6 million shares. Combined with the 12 million unissued shares it has been holding and which would be issued under the agreement, Sodecom's stake in Generale would increase to 43.2 percent. Suez officials said that Suez and Sodecom would try to reduce holdings gradually, issuing shares back on the market while also possibly selling blocks to other investor groups. To help pay for the shares while bolstering the ties between the two former rivals, Suez would sell Cerus new reserved shares, allowing Cerus to increase its holding in Suez from 1.5 percent currently to 4 percent. Cerus would also issue

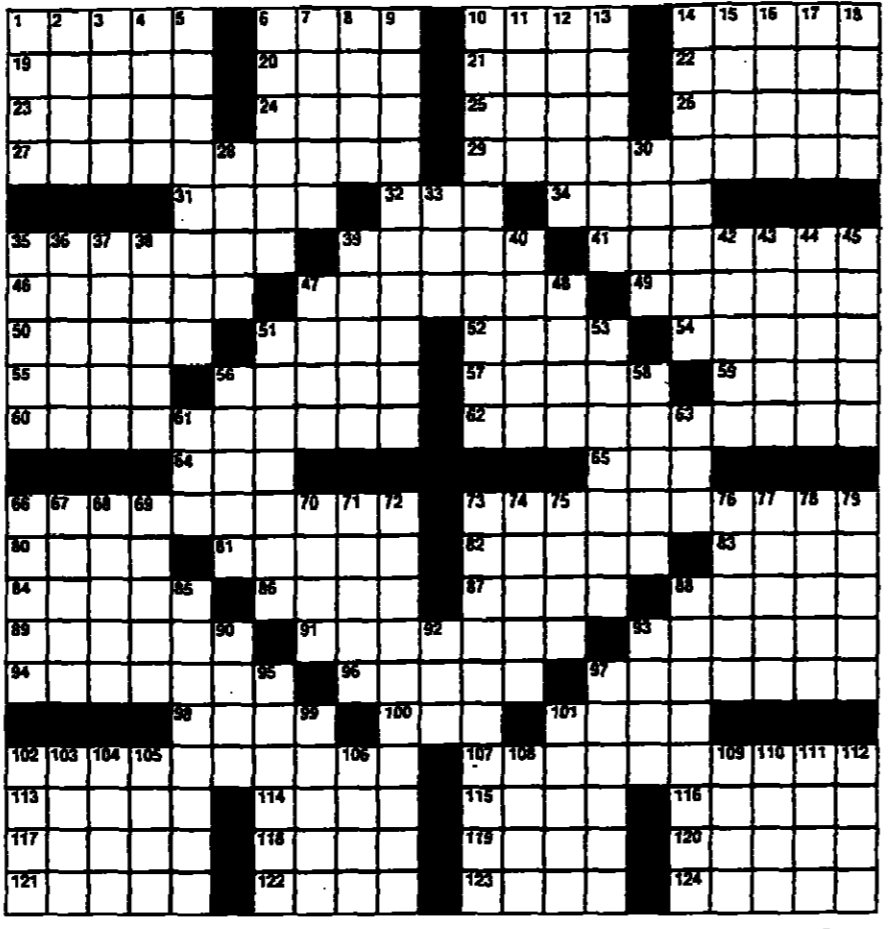
new shares to Suez, lifting its stake above the 10.5 percent now held. The actual financial details were not revealed. A Belgian analyst predicted it would be very difficult to reissue Generale capital on the market without risking a major decline in share value. In a separate press conference Friday in Brussels, Mr. Maxwell said his decision to buy into Generale would depend on "whether we like the terms." Mr. Maxwell expressed optimism that the joint communications venture involving Generale would be approved by Generale's board in early July. Separately, he said he had bought a half-interest in Dupuis, the Belgian printing company, for about 1 billion Belgian francs (\$26.8 million). He said the stake would be useful as part of his plan to launch a pan-European daily newspaper in 1989.

Large financial table with columns for stock symbols, prices, and market data. Includes a 'Friday's OTC Prices' section on the left.

SHERIDAN MORLEY IN THE HT EVERY WEDNESDAY WITH PERCEPTIVE CRITICISM OF THE LONDON THEATER

Nutty Nuggets By Dale O. Burgener

ACROSS
1 Holdups at sea?
6 Young salmon
10 Messy mask
14 Push-button predecessors
19 Make trouble
20 Sun-tan lotion ingredient
21 N.Y. college
22 Fisher in a whirl?
23 Copyro Mitchell
24 It goes "oom" but not "pah, pah"



DOWN
1 W African country
2 Made a hole-in-one
3 Versatile plane, for short
4 Styne song
5 More -animated
6 Jargon
7 Grads
8 Toga
9 Venus de Milo's concern?
10 Mugger's forte?

DOWN
44 Tot's favorite, after "chokiki"
45 Dr., spelled out?
47 Bubble and squeak is one
48 Molls and dolls
51 Feels contrite
53 Ostriches, e.g.
56 Rosters
58 Rock debris
61 Jamaican export
63 Suffix with nectar
66 Circumference

© New York Times, edited by Eugene Malinka.

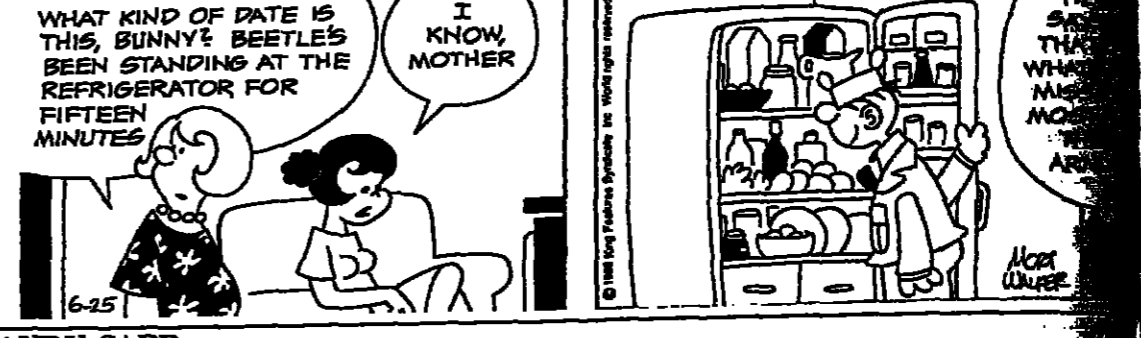
PEANUTS



BLONDIE



BEEBLE BAILEY



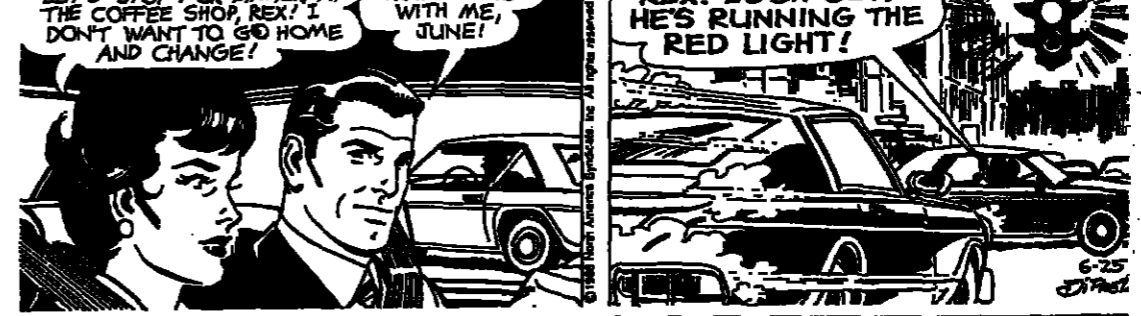
ANDY CAPP



WIZARD of ID



REX MORGAN



GARFIELD



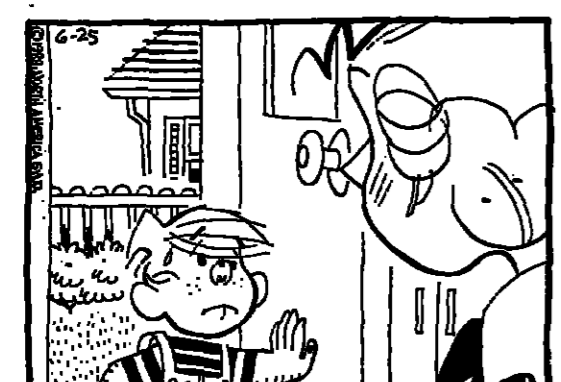
THE HOLLYWOOD STUDIOS

By Ethan Mordden. Illustrated 387 pages. \$24.95. Alfred A. Knopf, 201 East 50th Street, New York, N. Y. 10022.

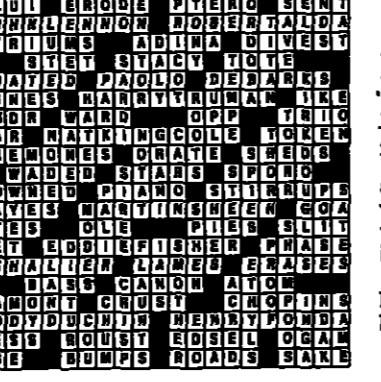
BOOKS

ated individualists (Ernst Lubitsch and Preston Sturges, among others). Its specialties were society comedy and high style, and, on occasion, broad style, too — it was the home at various times of Marlene Dietrich, the Marx Brothers, Claudette Colbert, Mae West; but it frequently failed to capitalize on the talents of its stars. After its early days, it lost the art of making good musicals, but it did know how to put across Bing Crosby.

DENNIS THE MENACE



Solution to Last Week's Puzzle



WEATHER

Table with weather forecasts for Europe, Asia, Middle East, and Oceania, including high/low temperatures and conditions.

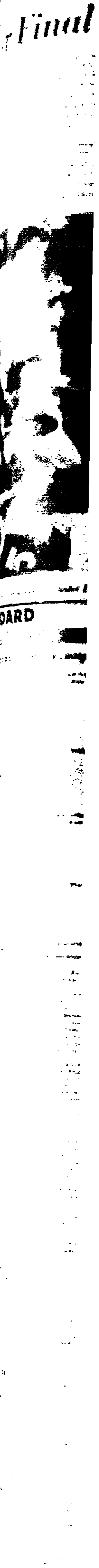
World Stock Markets

Table showing closing prices in local currencies for various world stock markets as of June 24.

Table showing stock market data for Toronto, Zurich, Tokyo, Sao Paulo, Milan, Singapore, Sydney, and Paris, including high/low prices and volume.

Markets Closed

Stock markets in Helsinki and Stockholm were closed Friday for holidays.



SPORTS

Soccer Final a Beautiful Study in Contrasts

International Herald Tribune LONDON — The cynics will tell you that you've seen one soccer match after another...

triguing one, the sport is blessed by having its two finest teams reach the climax under the fishnet roof of Munich's Olympiastadion.

the effort and discipline behind its liberated flamboyance. I am tired of on-TV, big-noise coaches, posing as experts...

For every galloping forward run he makes, he expends just as much energy loping back onto defense so that others can come forward and spring surprises.

broadest sense. They too have consummate brilliance. They have athletes capable of Olympic-sprint pace, and others with minds well capable of releasing that acceleration at precisely the right moment.

But the Soviets make more allowances toward the opposition than do the Dutch. They even risk and chose from their own talent pool according to the perceived weaknesses of those up against them.



Soviets unwind like a coil around Alexander Zavarov, back in favor with Coach Valery Lobanovsky.

ROB HUGHES

have another nondescript failure — like the West Germans, whose wretched gamesmanship the Netherlands denied in the semifinals.

What he has is a variation on Dutch "total football," a formula utilizing superior individual concentration within team ethic.

Dutch orange my color, if the Soviet Union again outwits the Netherlands no one should deny that it is the grand master.



Ruud Gullit, averting a Soviet tackle in the first match. No goals — yet anything but a disappointment.

FOREBOARD

BASEBALL

League Leaders

Table with columns for American League and National League, listing team names and statistics.

Major League Standings

Table showing league standings for American League and National League.

TENNIS

Wimbledon Results

Table listing Wimbledon tennis results for men and women.

On Bad Day for Czech Expatriates, Top Seeds Gain

By John Feinstein Washington Post Service

WIMBLEDON, England — It was a difficult day for expatriate Czechoslovaks at Wimbledon.

WIMBLEDON TENNIS

who would love to be an American, was struggling with Michael Schapera, a Dutchman ranked 43d

in the world. Martina Navratilova faced a match point in her doubles match before winning. Lendl survived, Mandlikova did not.

Henri Leconte of France, and two Americans, tenth-seeded Tim Mayotte and Paul Annacotte, who upset 12th-seeded Jonas Svensson of Sweden, 6-4, 6-2, 3-6, 6-4.

TRANSITION

BASEBALL American League CLEVELAND—Deftened Jeff Dedmon, pitcher to Cleveland...

GOLF

PGA Leaders

Table listing PGA golf leaders and earnings.

BASKETBALL

CHARLOTTE—Traded expansion selection Mike Brown, forward-center, to Utah for Kelly Traylor, guard...

Yankees Beat Indians in Ninth In Piniella's Return as Manager

Compiled by Our Staff From Despatches

NEW YORK — It may be impossible to determine how much of a difference Lou Piniella made, but the New York Yankees won a game Thursday night in the same way they'd lost their previous three — and their last three — under Billy Martin.

BASEBALL ROUNDUP

homer and singled in Dave Winfield with two out in the ninth as New York ended a four-game losing streak.

Ward followed with a weak liner, even though draw-in right fielder Cory Snyder threw a costly pop strike to the catcher, Winfield slid under the tag of Atlanta Andy Allanson.

There were three service breaks during the first four sets before Lendl finally wore down his opponent and ran away with the fifth.

Today's Line Scores

Table listing today's line scores for various sports.

COLLEGE

ALBRIGHT—Normed William Helm Jr. athletic director and Nancy Jo Greenwalt coach athletic director.

HOKEY

CHICAGO—Normed E.J. McGuire and Jacques Martin assistant coaches, Normed Darryl Sutter coach of Spokane, International Hockey League.

A Dismal Tradition

By Gerald Eskenazi New York Times Service

NEW YORK — In what has become a New York Yankee tradition, Billy Martin was dismissed Thursday.

SIDELINES

NEW YORK (AP) — National Hockey League clubs and Soviet teams will play 14 games this season under a plan reached by the league and Soviet Hockey Federation officials.

Nelson, on 63, Leads Atlanta Golf by 1

MARIETTA, Georgia (AP) — PGA champion Larry Nelson, with strong iron play and solid putting, shot a 9-under-par 63 for a one-shot lead over Bobby Wadkins after Thursday's first round of the Georgia Classic.

Quotable

Peter Jacobson: After shooting a course-record 64 in the U.S. Open with a new putter: "I discovered that when you one-putt greens your score goes down."

Russell Baker in the Hit Friday

URBANE WIT AT ITS SATIRICAL BEST

